

April 3, 1989

LB 280

describe the relationship between the dealer and the company. Also, a couple of other interesting parts in here is it reduces from seven to five transactions per year before you have to have a dealer's license. In other words, it makes it more restrictive. Currently you can have seven transactions. This bill reduces that down to five years before you have to have a dealer's...or five transactions per year before you have to have a dealer's license. Also, car rental agencies will be considered dealers on the same basis of five or more. And there is additional language on toward the back of the bill, page 31, which does protect the dealers in their dealing with the franchisee. That is a thumbnail sketch of the bill. If there are questions, I would be happy to respond.

SPEAKER BARRETT: Thank you, sir. Discussion on the advancement of the bill, Senator Smith.

SENATOR SMITH: Thank you, Mr. Speaker, may I ask a question of Senator Lamb, please?

SPEAKER BARRETT: Senator Lamb.

SENATOR LAMB: Yes.

SENATOR SMITH: Senator Lamb...

SENATOR LAMB: Yes.

SENATOR SMITH: ...could you tell me, I had...it was brought to my attention in my district last year and I was aware that there was a bill that was coming forth and so that's why I'm very interested in this. The concern that was expressed to me was the numbers of, I guess you might say, those people who are illegally, maybe not illegally, but without a license selling cars, selling vehicles outside the limits of a city and we do have a number in the area that I come from. At this point in time, is this the only thing you're doing to address that concern is lowering the numbers of cars that they could have in their name from seven to five?

SENATOR LAMB: Yes, I believe so, and...

SENATOR SMITH: In a year's...

SENATOR LAMB: ...I think that's an enforcement problem.